

**PROGRAM NARRATIVE****670 ND Horse Racing Commission****Date:** 01/13/2011**Time:** 11:37:18**Program:** Horse Racing Administration**Reporting level:** 00-670-100-00-00-00-00000000**Program Performance Measures**

Performance measures and results reporting are not currently used by this agency.

**Program Statistical Data**

The 2009-2011 biennium had lead to resolving issues surrounding horse racing in North Dakota. The 2009 race meet at Horse Race North Dakota, Fargo, North Dakota over spent their budget by \$242,000. The Racing Commission addressed this issue by conducting a financial review to facilitate the determination of the actual debt. The accounting information allowed Horse Race North Dakota to borrow funds to address the debt and seek grant monies from ND Racing Commission. These actions have redirected the efforts to again establish horse racing at Horse Race North Dakota in Fargo.

The Racing Commission revised tax law that was implemented in the 2009 legislative session has increased activity in licensing account deposit wagering companies in North Dakota. The 2009 tax law is generating more total handle from horse racing and is expected to continue to increase due to the licensing of companies that are engaging in international wagering.

The administrative rules governing horse racing are in the process of being re-written to further regulate and facilitate account deposit wagering. The revision of the administrative rules will also make North Dakota inviting to set up account deposit wagering within the State.

**Explanation of Program Costs**

The Racing Commission is the sole agency responsible for regulating live and simulcast wagering in North Dakota.

The Commission's primary expenses are: a) salaries and operating costs for two employees; b) contract fees to regulate live races; c) licensing staff at two live race meets; and d) the audit of simulcast activity and e) national membership fees.

**Program Goals and Objectives**

The North Dakota Racing Commission's primary objective is to regulate and promote the Simulcast Pari-Mutuel Wagering and the horse racing industry in North Dakota.

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# REQUEST DETAIL BY PROGRAM

670 ND Horse Racing Commission

Bill#: HB1024

Date: 01/13/2011

Time: 11:37:18

Biennium: 2011-2013

Program: Horse Racing Administration		Reporting Level: 00-670-100-00-00-00-00000000			
Description	Expenditures 2007-2009 Biennium	Present Budget 2009-2011	Budget Request Change	Requested Budget 2011-2013 Biennium	Optional Request 2011-2013

## Racing Commission

Salaries - Permanent	207,363	101,698	117,470	219,168	0
Temporary Salaries	0	105,842	(86,762)	19,080	0
Overtime	2,757	819	(819)	0	0
Fringe Benefits	65,991	42,000	37,061	79,061	0
Travel	29,170	22,900	2,553	25,453	0
Supply/Material-Professional	70	52	(52)	0	0
Miscellaneous Supplies	664	0	0	0	0
Office Supplies	7,781	3,000	0	3,000	0
Postage	691	500	0	500	0
Printing	843	1,600	0	1,600	0
IT Equip Under \$5,000	956	1,200	1,000	2,200	0
Office Equip & Furn Supplies	3,904	8,645	(8,645)	0	0
Insurance	547	700	0	700	0
Rentals/Leases - Bldg/Land	16,860	17,911	(1,215)	16,696	0
Repairs	387	1,718	(240)	1,478	0
IT - Data Processing	6,273	7,000	0	7,000	0
IT - Communications	4,149	4,800	0	4,800	0
Professional Development	13,635	10,252	2,748	13,000	(9,031)
Operating Fees and Services	19,656	18,000	0	18,000	0
Fees - Professional Services	38,758	51,363	(32,058)	19,305	0
<b>Total</b>	<b>420,455</b>	<b>400,000</b>	<b>31,041</b>	<b>431,041</b>	<b>(9,031)</b>

## Racing Commission

General Fund	120,674	295,000	6,041	301,041	(9,031)
Federal Funds	0	0	0	0	0
Special Funds	299,781	105,000	25,000	130,000	0
<b>Total</b>	<b>420,455</b>	<b>400,000</b>	<b>31,041</b>	<b>431,041</b>	<b>(9,031)</b>

## Total Expenditures

<b>420,455</b>	<b>400,000</b>	<b>31,041</b>	<b>431,041</b>	<b>(9,031)</b>
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## Funding Sources

### General Fund

<b>Total</b>	<b>120,674</b>	<b>295,000</b>	<b>6,041</b>	<b>301,041</b>	<b>(9,031)</b>
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### Special Funds

278 Racing Breeders Fund 278	82,966	0	0	0	0
290 Racing Purse Fund 290	82,966	0	0	0	0

**REQUEST DETAIL BY PROGRAM**

670 ND Horse Racing Commission

Bill#: HB1024

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Biennium: 2011-2013

Program: Horse Racing Administration		Reporting Level: 00-670-100-00-00-00-00000000			
Description	Expenditures 2007-2009 Biennium	Present Budget 2009-2011	Budget Request Change	Requested Budget 2011-2013 Biennium	Optional Request 2011-2013
334 Horse Racing Operating Funds 334	37,180	105,000	25,000	130,000	0
339 Horse Promotion Fund 339	96,669	0	0	0	0
<b>Total</b>	<b>299,781</b>	<b>105,000</b>	<b>25,000</b>	<b>130,000</b>	<b>0</b>
<b>Total Funding Sources</b>	<b>420,455</b>	<b>400,000</b>	<b>31,041</b>	<b>431,041</b>	<b>(9,031)</b>
<b>FTE Employees</b>	<b>2.00</b>	<b>2.00</b>	<b>0.00</b>	<b>2.00</b>	<b>0.00</b>

**CHANGE PACKAGE DETAIL**

670 ND Horse Racing Commission

Biennium: 2011-2013

Bill#: HB1024

Date: 01/13/2011

Time: 11:37:18

Program: Horse Racing Administration			Reporting Level: 00-670-100-00-00-00-00000000			
Description	Priority	FTE	General Fund	Federal Funds	Special Funds	Total Funds

**Base Budget Changes****Ongoing Budget Changes**

A-A 1 Expenditure Adjustments		0.00	(60,909)	0	25,000	(35,909)
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Base Payroll Change		0.00	66,950	0	0	66,950
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<b>Total Ongoing Budget Changes</b>		<b>0.00</b>	<b>6,041</b>	<b>0</b>	<b>25,000</b>	<b>31,041</b>
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<b>Total Base Budget Changes</b>		<b>0.00</b>	<b>6,041</b>	<b>0</b>	<b>25,000</b>	<b>31,041</b>
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**Optional Savings Changes**

A-G 2 Governor's Reduction Mandate	1	0.00	(9,031)	0	0	(9,031)
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<b>Total Optional Savings Changes</b>		<b>0.00</b>	<b>(9,031)</b>	<b>0</b>	<b>0</b>	<b>(9,031)</b>
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